

DOCKET SECTION

BEFORE THE
POSTAL RATE COMMISSION
WASHINGTON, D.C. 20268-0001

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POSTAL RATE COMMISSION
OFFICE OF THE SECRETARY
Docket No. R97-1

POSTAL RATE AND FEE CHANGES, 1997

NOTICE OF UNITED STATES POSTAL SERVICE OF FILING OF REPLACEMENT PAGE TO TESTIMONY OF WITNESS MCGRANE (USPS-ST-44)

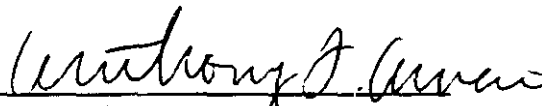
The United States Postal Service hereby provides notice that it is today filing replacement page 4 to the testimony of witness McGrane (USPS-ST-44). Page 4 contained extraneous information that was not intended to be included in Mr. McGrane's testimony. A copy of replacement page 4 is attached to this Notice. The Postal Service regrets any confusion occasioned by this matter.

Respectfully submitted,

UNITED STATES POSTAL SERVICE

By its attorneys:

Daniel J. Foucheaux, Jr.
Chief Counsel, Ratemaking


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October 10, 1997

**Mail Processing Costs for Nonprofit Enhanced Carrier Route Mail
(thousands of dollars)**

Shape	Not Walk-Sequence Endorsed	Walk-Sequence Endorsed
Letters	31,571	1,017
Non-Letters	11,340	940

**III. STANDARD MAIL (A) UNIT VOLUME VARIABLE COST BY WEIGHT
INCREMENT**

A. Methods


This study estimates unit volume variable cost by weight increment for ECR and Regular Standard (A) Mail in FY96. Pages 2 and 3 of Exhibit USPS-44B briefly describe the methods used to make these estimates. Tables 3 through 6 of Exhibit USPS-44B contain the details of the construction of the cost estimates by weight increment for Standard (A) Commercial Enhanced Carrier Route, Standard (A) Regular, Standard (A) Nonprofit Enhanced Carrier Route, and Standard (A) Nonprofit mail, respectively.

B. Results

Table 1 of Exhibit USPS-44B summarizes these results for the sum of commercial and nonprofit subclasses and Table 2 summarizes the results for flat-shaped mail only.

CERTIFICATE OF SERVICE

I hereby certify that I have this day served the foregoing document upon all participants of record in this proceeding in accordance with section 12 of the Rules of Practice.


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